

Message Text

UNCLASSIFIED

PAGE 01 PANAMA 03866 052104Z

70

ACTION EB-11

INFO OCT-01 ARA-16 ISO-00 SAB-01 AID-20 CIAE-00 COME-00

FRB-02 INR-10 NSAE-00 RSC-01 TRSE-00 XMB-07 OPIC-12

SP-03 CIEP-02 LAB-06 SIL-01 OMB-01 SS-20 NSC-07 PA-04

PRS-01 USIA-15 DRC-01 /142 W
----- 023980

R 051948Z JUL 74

FM AMEMBASSY PANAMA

TO SECSTATE WASHDC 1111

UNCLAS PANAMA 3866

EO 11652: N/A

TAGS: EFI, PN

SUBJ: PUBLIC FINANCE: \$36 MILLION EURODOLLAR LOAN TO GOP SIGNED.

REF: PANAMA 3290

1. LOCAL PRESS ANNOUNCED ON JULY 3, 1974, THE SIGNING IN LONDON OF A \$36 MILLION LOAN TO THE CENTRAL GOVERNMENT OF PANAMA BY A GROUP OF 18 INTERNATIONAL BANKS. CITICORP INTERNATIONAL BANK LTD. LED THE MANAGEMENT GROUP IN CONJUNCTION WITH DILLON READ, SMITH BARNEY, BANCO NACIONAL DE PANAMA, BANK OF AMERICA NT AND SA, BANK OF MONTREAL (BAHAMAS AND CARABBEAN) LTD. AND BANK OF TOKYO (PANAMA). TERMS ARE REPAYMENT IN TEN YEARS WITH FOUR YEARS GRACE AND INTEREST AT ONE AND ONE-EIGHTH PERCENT OVER LONDON INTERBANK OFFERING RATE (LIBO) FOR FIRST FIVE YEARS AND ONE PERCENT OVER LIBO DURING SECOND FIVE-YEAR PERIOD.

2. ACCORDING TO A BANK OFFICER, MAJOR CONTRIBUTORS WERE FIRST NATIONAL CITY BANK \$6 MILLION, BANK OF AMERICA \$5 MILLION, BANK OF MONTREAL \$5 MILLION, BANK OF TOKYO \$3 MILLION, FIRST PENNSYLVANIA BANK \$3 MILLION, AND PARTNERSHIP PACIFIC NV \$2 MILLION. HE INDICATED (AS REPORTED REFTEL) THAT THE BANK HAD ENCOUNTERED DIFFICULTY IN FINDING PARTICIPANTS IN THE LOAN BECAUSE OF THE CURRENT SITUATION OF THE EURO-
UNCLASSIFIED

UNCLASSIFIED

PAGE 02 PANAMA 03866 052104Z

DOLLAR MARKET AND THE FACT THAT, IN TERMS OF LIBO, THE INTEREST

RATE WAS THE LOWEST YET OBTAINED BY THE GOP. HE ADDED THAT
LIBO IS NO 14-1/4 PERCENT AND THUS THE CURRENT INTEREST RATE
IS STILL HIGH.
JORDEN

UNCLASSIFIED

NNN

Message Attributes

Automatic Decaptioning: X
Capture Date: 01 JAN 1994
Channel Indicators: n/a
Current Classification: UNCLASSIFIED
Concepts: FUND ALLOTMENT, CENTRAL GOVERNMENT, INVESTMENT LOANS, BANK RATES, INVESTMENT PROGRAMS, EURODOLLAR MARKET, INTEREST RATES, BANKS
Control Number: n/a
Copy: SINGLE
Draft Date: 05 JUL 1974
Decaption Date: 01 JAN 1960
Decaption Note:
Disposition Action: n/a
Disposition Approved on Date:
Disposition Authority: n/a
Disposition Case Number: n/a
Disposition Comment:
Disposition Date: 01 JAN 1960
Disposition Event:
Disposition History: n/a
Disposition Reason:
Disposition Remarks:
Document Number: 1974PANAMA03866
Document Source: CORE
Document Unique ID: 00
Drafter: n/a
Enclosure: n/a
Executive Order: N/A
Errors: N/A
Film Number: D740179-0585
From: PANAMA
Handling Restrictions: n/a
Image Path:
ISecure: 1
Legacy Key: link1974/newtext/t19740773/aaaackdh.tel
Line Count: 65
Locator: TEXT ON-LINE, ON MICROFILM
Office: ACTION EB
Original Classification: UNCLASSIFIED
Original Handling Restrictions: n/a
Original Previous Classification: n/a
Original Previous Handling Restrictions: n/a
Page Count: 2
Previous Channel Indicators: n/a
Previous Classification: n/a
Previous Handling Restrictions: n/a
Reference: PANAMA 3290
Review Action: RELEASED, APPROVED
Review Authority: izenbei0
Review Comment: n/a
Review Content Flags:
Review Date: 02 OCT 2002
Review Event:
Review Exemptions: n/a
Review History: RELEASED <02 OCT 2002 by ThomasVJ>; APPROVED <15 JAN 2003 by izenbei0>
Review Markings:

Declassified/Released
US Department of State
EO Systematic Review
30 JUN 2005

Review Media Identifier:
Review Referrals: n/a
Review Release Date: n/a
Review Release Event: n/a
Review Transfer Date:
Review Withdrawn Fields: n/a
Secure: OPEN
Status: NATIVE
Subject: PUBLIC FINANCE: \$36 MILLION EURODOLLAR LOAN TO GOP SIGNED.
TAGS: EFIN, PN
To: STATE
Type: TE
Markings: Declassified/Released US Department of State EO Systematic Review 30 JUN 2005